

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

ELECTRONIC PURCHASED WATER ADJUSTMENT) CASE NO.
OF MAGOFFIN COUNTY WATER DISTRICT) 2017-00269

ORDER

On July 27, 2017, Magoffin County Water District (“Magoffin County”) applied for approval to adjust its rates pursuant to the purchased water adjustment procedure.¹ By letter dated August 3, 2017, the Commission notified Magoffin County that its application was rejected as deficient. On September 25, 2017, Magoffin County filed its responses to the filing deficiency and its application was accepted for filing.

The Commission, having reviewed the record and being sufficiently advised, finds that:

1. Magoffin County purchases water from the city of Salyersville (“Salyersville”).

2. Salyersville notified Magoffin County that its wholesale rate would increase from \$2.65 per 1,000 gallons to \$2.73 per 1,000 gallons effective August 1, 2017.² Magoffin County proposed to increase the water rates to its customers effective September 1, 2017, to reflect the increased cost of purchased water from Salyersville.

¹ KRS 278.015; 807 KAR 5:068.

² TFS 2017-00384 (Ky. PSC filed July 10, 2017). The tariff was accepted for filing by the Commission by letter dated July 31, 2017.

3. Magoffin County proposes a purchased water adjustment factor of \$0.10 per 1,000 gallons.

4. During the 12 months ended June 30, 2017, Magoffin County purchased 190,026,660 gallons of water from Salyersville. During the same period, Magoffin County sold 152,743,900 gallons of water. The increase in the cost of purchased water is \$15,202.13, resulting in a purchased water adjustment factor of \$0.10 per 1,000 gallons.

5. The purchased water adjustment factor of \$0.10 per 1,000 gallons, as calculated in Appendix A to this Order, is fair, just, and reasonable and should be approved as requested by Magoffin County.

6. Magoffin County's proposed rates, as set forth in Appendix B to this Order are fair, just, and reasonable and should be approved for water service rendered by Magoffin County on and after September 1, 2017.

IT IS THEREFORE ORDERED that:

1. The purchased water adjustment factor of \$0.10 per 1,000 gallons is approved.

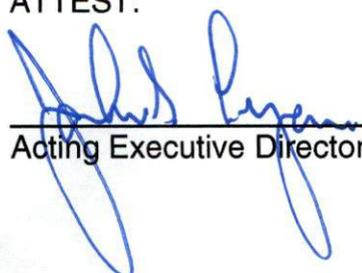
2. The rates as set forth in Appendix B to this Order are approved for water service rendered by Magoffin County on and after September 1, 2017.

3. Within 20 days of the date of this Order, Magoffin County shall file with the Commission, using the Commission's electronic Tariff Filing System, revised tariff sheets showing the rates approved herein.

By the Commission

ENTERED
SEP 28 2017
KENTUCKY PUBLIC
SERVICE COMMISSION

ATTEST:



Acting Executive Director

Case No. 2017-00269

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 2017-00269 DATED **SEP 28 2017**

	New Rate	Base Rate
Salyersville		
Purchases in gallons	190,026,600	190,026,600
Volumetric rate	<u>\$ 2.73/1,000</u>	<u>\$ 2.65/1,000</u>
	\$518,772.62	\$503,570.49
Increased water cost		\$ 15,202.13
Increased water cost		\$ 15,202.16
Divided by gallons sold/1,000		<u>152,743,900</u>
		\$ 0.0995
Purchased water adjustment factor		\$ 0.10 per 1,000 gallons

APPENDIX B

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2017-00269 DATED **SEP 28 2017**

The following rates and charges are prescribed for the customers in the area served by Magoffin County Water District. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of the Commission prior to the effective date of this Order.

Monthly Water Rates

Residential

5/8-Inch Meter

First 2,000 Gallons	\$18.65 Minimum Bill
Next 3,000 Gallons	8.33 per 1,000 Gallons
Next 5,000 Gallons	7.72 per 1,000 Gallons
Over 10,000 Gallons	7.10 per 1,000 Gallons

1-Inch Meter

First 5,000 Gallons	\$43.64 Minimum Bill
Next 5,000 Gallons	7.72 per 1,000 Gallons
Over 10,000 Gallons	7.10 per 1,000 Gallons

Commercial

3/4-Inch Meter

First 3,000 Gallons	\$33.36 Minimum Bill
Next 2,000 Gallons	10.69 per 1,000 Gallons
Next 5,000 Gallons	9.88 per 1,000 Gallons
Next 5,000 Gallons	9.08 per 1,000 Gallons
Over 15,000 Gallons	8.71 per 1,000 Gallons

1-Inch Meter

First 5,000 Gallons	\$54.74 Minimum Bill
Next 5,000 Gallons	9.88 per 1,000 Gallons
Next 5,000 Gallons	9.08 per 1,000 Gallons
Over 15,000 Gallons	8.71 per 1,000 Gallons

2-Inch Meter

First 15,000 Gallons	\$149.54 Minimum Bill
Over 15,000 Gallons	8.71 per 1,000 Gallons

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